COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF OWEN ELECTRIC)	
COOPERATIVE INC. (OWEN) FOR A) CAS	E NO.
CERTIFICATE OF PUBLIC CONVENIENCE	ý 2015	-00047
AND NECESSITY AUTHORIZING OWEN TO	ý	
BID ON A FRANCHISE ESTABLISHED BY THE	ý	
CITY OF WALTON, KENTUCKY	ý	

<u>ORDER</u>

On February 9, 2015, Owen Electric Cooperative, Inc. ("Owen") filed its application with the Commission seeking a Certificate of Public Convenience and Necessity to authorize it to bid on a franchise offered by the city of Walton, Kentucky, for electric transmission and distribution service. Under the provisions of KRS 278.020(4), no utility may apply for a franchise from any governmental agency until it has obtained a Certificate of Public Convenience and Necessity from this Commission based on our finding that there is a need and demand for the service sought to be rendered.

In light of the city of Walton's ordinance creating a franchise for electric transmission and distribution service, the Commission determines that there is evidence of a need and demand for electric transmission and distribution service in the above-mentioned city. Since the Commission's authority in such matters is limited by statute to finding only whether there is a need and demand for the service sought to be rendered, no finding or determination is made as to the qualifications of the bidder, the validity of any of the provisions of the franchise offered by said city, or the manner in which any franchise fee is to be treated for rate purposes.

IT IS THEREFORE ORDERED that:

1. Owen is granted a Certificate of Public Convenience and Necessity that

authorizes it to bid on a franchise offered by the city of Walton, Kentucky, for electric

transmission and distribution service.

2. If Owen is not the successful bidder, Owen shall, within ten days of the

award of the franchise at issue, file with the Commission a written notice stating that

Owen was not the successful bidder.

3. If Owen is the successful bidder, Owen shall, within ten days of the award

of the franchise at issue, file with the Commission a copy of the executed franchise

agreement and a statement disclosing the amount of the initial franchise fee.

4. If Owen is the successful bidder, Owen shall, within ten days of an

increase or decrease in the amount of the initial franchise fee set forth in the franchise

agreement, file with the Commission documentation setting forth the revised fee.

5. Any documents filed pursuant to ordering paragraphs 2, 3, or 4 of this

Order shall reference the number of this case and shall be electronically submitted via

the Commission's electronic Tariff Filing System.

6. This Order shall not be construed as granting a Certificate of Public

Convenience and Necessity to construct utility facilities in said city.

By the Commission

ENTERED

FFR 11 2015

KENTUCKY PUBLIC

ATTEST:

Executive Director

*Honorable James M Crawford Crawford & Baxter, P.S.C. Attorneys at Law 523 Highland Avenue P. O. Box 353 Carrollton, KENTUCKY 41008